

# Western Australian Bid Contribution Policy for Major Projects

## **Agency Information Sheet**

#### **Purpose**

This document outlines the Bid Contribution Policy process for major non-residential construction projects in Western Australia and the approach to offering bid contributions for eligible projects.

### **Eligible Projects**

Eligible projects are defined as non-residential construction projects with a construction value of \$100 million or higher. Projects under \$100 million that are considered high-risk or high-complexity, including strategic regional projects, may also be eligible.

Agencies will need to justify bid contributions for projects below \$100 million in consultation with the Infrastructure Delivery Unit (IDU) within the Department of Finance.

Funding for bid contributions must be endorsed as part of the Business Case and Project Definition Plan processes, including detailed allowances for the bid contributions within budget requests. Approval will be determined by the Major Projects Expenditure Review Subcommittee (MPERSC). A maximum of three contributions per project should be budgeted.

## **Eligibility Criteria for Bids**

The intent is to provide contributions to bids by proponents invited to the second stage of an eligible procurement process (normally the Request for Proposals or Request for Tenders).

Costs associated with the development of any Expressions of Interest procurement stages will not be eligible for payments.

The following conditions must be met prior to bid costs being reimbursed:

- Proponents must submit a conforming proposal.
- Proponents must grant any intellectual property rights in relation to their proposal to the State Government.

#### **Quantum of Bid Contribution**

The default contribution per eligible bid is determined by the estimated project construction value:

Estimated Construction Works Value	Default Contribution (per Eligible Bid)
\$100 million - \$200 million	\$250,000
\$201 million – \$500 million	\$350,000
\$501- million - \$999 million	\$500,000
\$1 billion and above	\$750,000

All conforming bids will be entitled to a bid contribution (including successful and unsuccessful).

Further details can be found within the Western Australian Bid Contribution Policy for Major Projects

## **Communicating Bid Cost Reimbursement**

Bid cost contribution details must be released in all relevant procurement documentation (including the Expression of Interest).

Proponents will include a Bid Contribution Application as part of their response to the relevant procurement process.

#### **Further information**

Please visit <u>wa.gov.au</u> to obtain a copy of the policy or for further information email <u>idu@finance.wa.gov.au</u>.

## **Bid Contribution - Process flow**

